

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 12/31/2005

	As of <u>12-31-05</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 634,117,631	\$ 595,705,367
INTERNATIONAL EQUITIES	252,521,885	234,576,931
DOMESTIC FIXED INCOME	440,445,839	421,826,873
INTERNATIONAL FIXED INCOME	73,626,321	67,728,541
REAL ESTATE	83,359,532	75,144,363
VENTURE CAPITAL	63,291,911	60,352,473
INVESTED CASH (NOTE 1)	<u>19,978,130</u>	<u>17,857,934</u>
 TOTAL INVESTMENTS	 1,567,341,249	 1,473,192,482
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	3,232,842	3,631,806
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>0</u>	<u>18,797</u>
 TOTAL ASSETS	 <u><u>\$ 1,570,574,091</u></u>	 <u><u>\$ 1,476,843,085</u></u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,141,450	1,141,451
DUE TO OTHER AGENCIES (NOTE 3)	<u>2,309</u>	<u>0</u>
 TOTAL LIABILITIES	 1,143,759	 1,141,451
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,475,701,634	1,304,738,956
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	7,600,000	13,000,000
NET INCREASE (DECREASE)	<u>101,328,698</u>	<u>183,962,678</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,569,430,332</u>	 <u>1,475,701,634</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 1,570,574,091</u></u>	 <u><u>\$ 1,476,843,085</u></u>

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State Investment Board Profit and Loss Statement For the Month Ended 12/31/2005

	Month Ended <u>12-31-05</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,668,969	\$ 17,325,220
SECURITIES LENDING INCOME	439,065	2,201,618
	<u>4,108,034</u>	<u>19,526,838</u>
 GAIN ON SALE OF INVESTMENTS	 28,258,338	 125,462,126
LOSS ON SALE OF INVESTMENTS	<u>4,495,434</u>	<u>37,798,818</u>
 NET GAINS (LOSSES) INVESTMENTS	 23,762,904	 87,663,308
 INVESTMENT EXPENSES	 200,215	 2,448,185
SECURITIES LENDING EXPENSES	419,889	2,079,445
SIB ADMINISTRATIVE EXPENSES	<u>9,087</u>	<u>66,106</u>
 NET INVESTMENT INCOME	 27,241,747	 102,596,410
 NET APPREC (DEPREC) MARKET VALUE	 (3,632,288)	 (828,254)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(415)</u>	<u>(439,458)</u>
 TOTAL INVESTMENT INCOME	 <u>23,609,044</u>	 <u>101,328,698</u>
 NET INCREASE (DECREASE)	 <u>\$ 23,609,044</u>	 <u>\$ 101,328,698</u>

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Notes To Financial Statements
December 31, 2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.